

AGN. NO. _____

MOTION BY SUPERVISOR DON KNABE

September 5, 2006

Currently, 18 of California's 42 Enterprise Zones (EZ) are set to expire between October 2006 and January 2007, including Zones in Los Angeles-Central City, Los Angeles-Alameda Corridor, Los Angeles-Northeast Valley, and Long Beach.

Some of these EZs are in the process of applying for a new zone designation with the Department of Housing and Community Development (HCD). While they may receive a conditional designation from HCD in a relatively short time, the steps between a conditional designation and a final designation can take many months to complete. During this gap, it is not clear whether the EZ can continue to operate, and accordingly, businesses located within those zones can continue to receive enterprise zone benefits.

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MOTION

MOLINA	_____
BURKE	_____
YAROSLAVSKY	_____
KNABE	_____
ANTONOVICH	_____

AB 1550 will solve this problem as well as improve the EZ program by allowing greater flexibility to draw EZ boundaries in a manner that best meets local economic development needs.

I, THEREFORE, MOVE that the Board of Supervisors send a five-signature letter to Governor Schwarzenegger urging the Governor to sign AB 1550 (Arambula and Karnette) into law.

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RV:rw